

May 2014

Legislative Briefing



Introduction

The Alaska Industrial Development and Export Authority (AIDEA) is designated to advance the delivery of low-cost liquefied natural gas (LNG) to Interior Alaskans through a financing package approved by the 28th Alaska Legislature. The Alaska Energy Authority (AEA) is assessing storage, re-gasification, and distribution to medium-density and high-density Interior residents. This briefing is intended to provide an update on the progress of the Interior Energy Project (IEP).

Technical

FNSB Natural Gas Distribution Service Areas:

- » The Interior Gas Utility (IGU) is developing its utility structure and initiating permitting and right-of-way (ROW) acquisition for Phase 1 of their natural gas distribution system.
- » Fairbanks Natural Gas (FNG) is planning for distribution system expansion beginning in Summer 2014. This includes: transmission line engineering, permitting, ROW, GIS development and physical installation of approximately 30 miles of low pressure distribution piping and affiliated infrastructure.

Permitting:

- » Draft permit applications and/or transfers for North Slope facility re-siting underway.
- » North Slope Borough (NSB) on May 6, 2014 approved a Resolution of Support for the liquefaction plant.

North Slope LNG Facility:

- » LNG plant commercial terms negotiations underway.
- » Ongoing pad and facility permitting.
- » Pad Construction Procurement-proposals under review.
- » Gas pretreatment liquefaction procurement-proposals under review.

LNG Trucking:

- » Continued transportation analysis and dialogue with trucking industry and ADOT&PF.

Public Outreach

Events

APRIL						
s	m	t	w	t	f	s
		1	2	3	4	5
6	7	8	9	10	11	12
13	14	15	16	17	18	19
20	21	22	23	24	25	26
27	28	29	30			

APRIL

- 8 *IEP Open House*
- 8 *Legislative Project Update*
- 22 *FAI Chamber of Commerce*
- 22 *IEP Panel Discussion*
- 24 *AIDEA Board Meeting*

MAY						
s	m	t	w	t	f	s
				1	2	3
4	5	6	7	8	9	10
11	12	13	14	15	16	17
18	19	20	21	22	23	24
25	26	27	28	29	30	31

MAY

- 26 *Memorial Day*

Indicates an event Indicates a holiday

Financial

- » AIDEA funding for North Slope facility re-siting approved at April 24 Board meeting.
- » AIDEA and MWH continue negotiations on financial terms and structure for the proposed North Slope LNG Facility.

Next Steps

AIDEA/AEA continues to focus on the following key tasks:

- » Finalization of agreements and terms with MWH for development of project.
- » North Slope facility pad construction.
- » LNG Process Contract Negotiations.
- » Closing of Business and Finance Agreements.
- » Conversion Program Research

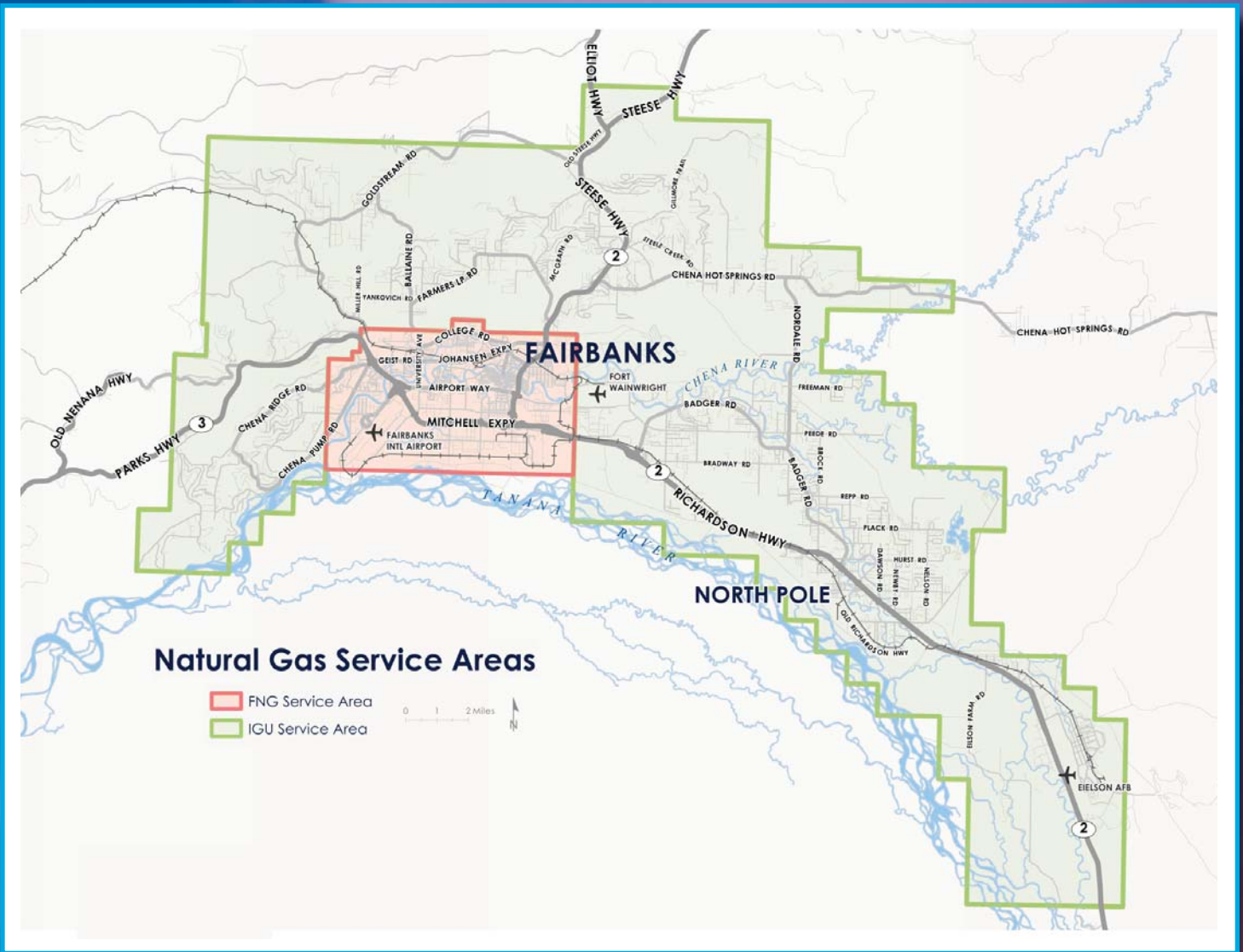
InteriorEnergyProject.com

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Legislative Briefing *Continued...*



Natural Gas Service Area Distribution Map



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Legislative Briefing *Continued...*



Project Schedule

AIDEA Interior Energy Project - Schedule

